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Phone Scams Remain Serious Threat; No. 2 on the IRS "Dirty Dozen" List of Tax Scams for 2017

IRS YouTube Videos:

Tax Scams: <u>English</u> | <u>Spanish</u> | <u>ASL</u> Security Summit Identity Theft Tips Overview— <u>English</u> Be Careful When Using Wi-Fi — <u>English</u> Update Your Password Regularly — <u>English</u>

IR-2017-x, Feb. 2, 2017

WASHINGTON —Aggressive and threatening phone calls by criminals impersonating IRS agents remain a major threat to taxpayers, headlining the annual "Dirty Dozen" list of tax scams for the 2017 filing season, the Internal Revenue Service announced today.

During filing season, the IRS generally sees a surge in scam phone calls that threaten police arrest, deportation, license revocation and other things. The IRS reminds taxpayers to guard against all sorts of con games that arise at any time and pick up during tax season.

"Don't be fooled by surprise phone calls by criminals impersonating IRS agents with threats or promises of a big refund if you provide them with your private information," said IRS Commissioner John Koskinen. "If you're surprised to get a call from the IRS, it almost certainly isn't the real IRS. We generally initially contact taxpayers by mail."

The Dirty Dozen is compiled annually by the IRS and lists a variety of common scams taxpayers may encounter any time during the year. Many of these con games peak during filing season as people prepare their tax returns or hire someone to do so.

The Treasury Inspector General for Tax Administration (TIGTA) has reported they have become aware of over 10,000 victims who have collectively paid over \$54 million as a result of phone scams since October 2013.

"Everyone can share the word about scam phone calls-- just hang up and don't engage these people," Koskinen said. "Despite recent successes against phone scam artists, these scams constantly evolve and people need to remain vigilant. . We'd like to thank law-enforcement, tax professionals, consumer advocates, the states, other government agencies the Treasury Inspector General for Tax Administration and many others for helping us continue this fight and protect taxpayers."

How do the scams work?

Scammers make unsolicited calls claiming to be IRS officials. They demand that the victim pay a bogus tax bill. They con the victim into sending cash, usually through a wire transfer or a prepaid debit card or gift card, like an iTunes card. They may also leave "urgent" callback requests through phone "robo-calls," or via a <u>phishing email</u>.

Many phone scams use threats to intimidate and bully a victim into paying. They may even threaten to arrest, deport or revoke the driver's license of their victim if they don't get the money.

Scammers often alter caller ID numbers to make it look like the IRS or another agency is calling. The callers use IRS employee titles and fake badge numbers to appear legitimate. They may use the victim's name, address and other personal information to make the call sound official.

The IRS also reminded taxpayers today that scammers change tactics. Aggressive and threatening phone calls by criminals impersonating IRS agents remain a major threat to taxpayers, but variations of the IRS impersonation scam continue year-round and they tend to peak when scammers find prime opportunities to strike.

Here are five things the scammers often do but the IRS will not do. Any one of these five things is a tell-tale sign of a scam.

The IRS will never:

- Call to demand immediate payment using a specific payment method such as a prepaid debit card, gift card or wire transfer. Generally, the IRS will first mail you a bill if you owe any taxes.
- Threaten to immediately bring in local police or other law-enforcement groups to have you arrested for not paying.
- Demand that you pay taxes without giving you the opportunity to question or appeal the amount they say you owe.
- Ask for credit or debit card numbers over the phone.

If you don't owe taxes, or have no reason to think that you do:

- Do not give out any information. Hang up immediately.
- Contact TIGTA to report the call. Use their "IRS Impersonation Scam Reporting" web page. You can also call 800-366-4484.
- Report it to the Federal Trade Commission. Use the "<u>FTC Complaint Assistant</u>" on FTC.gov. Please add "IRS Telephone Scam" in the notes.

If you know you owe, or think you may owe tax:

Call the IRS at 800-829-1040. IRS workers can help you.

Stay alert to scams that use the IRS as a lure. Tax scams can happen any time of year, not just at tax time. For more, visit "Tax Scams and Consumer Alerts" on IRS.gov.

Each and every taxpayer has a set of fundamental rights they should be aware of when dealing with the IRS. These are your <u>Taxpayer Bill of Rights</u>. Explore your rights and our obligations to protect them on IRS.gov.